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November 4, 2004

VIA HAND DELIVERY

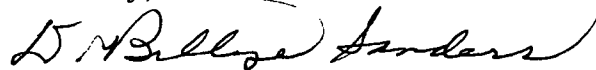
Pat Miller, Chairman
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37219

Re: Petition of Chattanooga Gas Company for Approval of Adjustment
of its Rates and Charges and Revised Tariff
Docket Number 04-00034
Petition for Reconsideration

Dear Chairman Miller,

Today Chattanooga Gas Company filed a Petition for Reconsideration. Attached to the Petition was Exhibit No. Recon-1, which was the Testimony of Gerald Hinsely in TRA Docket Number 97-00982. Schedule 9 of his testimony was in advertently left out of the filing. It is enclosed.

Sincerely,



D. Billye Sanders
Attorney for Chattanooga Gas
Company

cc: Parties of Record
Steve Lindsey
Archie Hickerson
Elizabeth Wade, Esq.
Jeff Brown, Esq.

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T.R.A. DOCKET ROOM

CHATTANOOGA GAS COMPANY
Cost of Capital
For the 12 Months Ending September 30, 1998

Line No		Amount	Ratio	Cost	Weighted Cost
1	Short Term Debt	5,060,518	5.28%	5.80%	0.31%
2	Long Term Debt	44,154,936	46.07%	7.75%	3.57%
3	Preferred Stock	4,303,357	4.49%	7.04%	0.32%
4	Common Stock Equity	42,324,333	44.16%	12.25%	5.41%
5	Total	95,843,144	100.00%		9.61%
		=====	=====		=====